

VI. Proposed Inclusion of Existing RDA's/CFD's

A. Background

SB County Community Facilities District (CFD) No. 2002-2 (Central Valley FD – Fire Protection Services)

One of the conditions of the Kaiser Commerce Center project was to provide a finance mechanism to fund fire protection services. In a review of the Kaiser project, it was determined that fire protection services for the area should be extended beyond this single project site. It was concluded that the fire protection requirement should be addressed under a separate Community Facilities District (CFD No. 2002-2).

The San Bernardino County Board of Supervisors approved the formation of CFD No. 2002-2 (Central Valley FPD – Fire Protection Services) on August 6, 2002 (Resolution No. 2002-237) as defined in Appendix: I – Community Facilities District No. 2002-2 and Appendix: J – San Sevaine Redevelopment Project Ordinance No. 3631 and Map. Subsequent to voter approval, a special tax was levied beginning fiscal year 2002/03. The tax levy amount is \$565 per developed acre (new development only).

It was determined that the tax was necessary due to the San Sevaine Redevelopment Project Area (RDA) that overlays the area, which causes the taxes generated in the area that would have gone to the Central Valley Fire Protection District to go to the RDA. The special tax only replaces the amount of property taxes that would have gone to the Fire Protection District had the RDA not been in place. The total annual amount expected to be generated, at the time of formation, was approximately \$500,000 based on the area being fully developed.²³

Fontana RDA & Southridge CFD

The County / Central Valley Fire District receives payment for increased levels of services (currently Fire Stations 74 and 78 as well as for Paramedic Services) through the City's RDA and CFD #1 through a combination of the Four Party Fire Agreement, the CFD Formation documents and the Paramedic Services Agreement (Appendix: K – Four Party Agreements).

²³ Report to Board of Supervisors, Recommending Adoption of Ordinance No. SD 02-09 to form CFD No. 2002-2 (Central Valley FPD-Fire Protection Services, Emil A. Marzullo, Director, Special Districts Department, August 27, 2002

B. Continued Inclusion of Area

The affected territories currently within CFD No. 2002-2, the City RDA and City CFD #1 would continue to remain in the proposed fire district and would continue to provide the same levels of funding. Therefore, it is assumed that appropriate transfer of appropriate special tax funds would occur.

